

CONSOLIDATED PENSION TRUST
INVESTMENT PERFORMANCE REPORT AS OF JULY 31, 2005

	July-05					Current FYTD		Prior Year FY05		3 Years Ended	5 Years Ended
	Allocation			Returns-Month		Returns		Returns		6/30/2005	6/30/2005
	Market Value	Actual	Policy(1)	Gross	Net	Gross	Net	Gross	Net	Net	Net
LARGE CAP DOMESTIC EQUITY											
Structured Growth											
LA Capital	144,011,313	4.5%	4.5%	4.42%	4.40%	4.42%	4.40%	8.40%	8.17%	N/A	N/A
Total Structured Growth	144,011,313	4.5%	4.5%	4.42%	4.40%	4.42%	4.40%	8.40%	8.17%	10.41%	-8.94%
Russell 1000 Growth				4.89%	4.89%	4.89%	4.89%	1.67%	1.67%	8.37%	-9.80%
Structured Value											
LSV	160,481,715	5.0%	4.5%	3.90%	3.87%	3.90%	3.87%	18.71%	18.24%	9.61%	11.77%
Russell 1000 Value				2.89%	2.89%	2.89%	2.89%	14.06%	14.06%	7.25%	3.12%
Enhanced Russell 1000 Index											
LA Capital	193,130,868	6.0%	6.0%	4.10%	4.08%	4.10%	4.08%	7.62%	7.39%	7.65%	N/A
Russell 1000				3.89%	3.89%	3.89%	3.89%	7.92%	7.92%	7.81%	N/A
Enhanced S&P 500 Index											
Northern Trust	190,683,731	5.9%	6.0%	3.84%	3.82%	3.84%	3.82%	6.26%	6.02%	7.41%	N/A
Westridge	190,439,725	5.9%	6.0%	3.77%	3.75%	3.77%	3.75%	6.96%	6.66%	7.57%	N/A
Total Enhanced S&P 500 Index	381,123,456	11.8%	12.0%	3.81%	3.78%	3.81%	3.78%	6.53%	6.26%	8.01%	N/A
S&P 500				3.72%	3.72%	3.72%	3.72%	6.32%	6.32%	7.39%	N/A
S&P 500 Index											
State Street	94,124,527	2.9%	3.0%	3.72%	3.72%	3.72%	3.72%	6.36%	6.34%	7.40%	-2.83%
S&P 500				3.72%	3.72%	3.72%	3.72%	6.32%	6.32%	7.39%	-2.86%
TOTAL LARGE CAP DOMESTIC EQUITY	972,871,879	30.2%	30.1%	3.96%	3.94%	3.96%	3.94%	8.91%	8.65%	7.93%	-1.61%
S&P 500				3.72%	3.72%	3.72%	3.72%	6.32%	6.32%	7.39%	-2.86%
SMALL CAP DOMESTIC EQUITY											
Manager-of-Managers											
SEI	344,111,854	10.7%	9.9%	6.87%	6.81%	6.87%	6.81%	10.21%	9.36%	12.76%	N/A
Russell 2000 + 200bp (annually)				6.50%	6.50%	6.50%	6.50%	11.64%	11.64%	13.28%	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	344,111,854	10.7%	9.9%	6.87%	6.81%	6.87%	6.81%	10.21%	9.36%	12.76%	5.14%
Russell 2000				6.34%	6.34%	6.34%	6.34%	9.45%	9.45%	11.73%	5.10%
INTERNATIONAL EQUITY											
Large Cap - Core											
State Street	49,034,242	1.5%	1.5%	3.06%	3.04%	3.06%	3.04%	7.90%	7.68%	5.74%	-3.05%
MSCI EAFE (2)				3.07%	3.07%	3.07%	3.07%	9.59%	9.59%	5.12%	-4.04%
Large Cap - Active											
Capital Guardian	146,019,615	4.5%	4.4%	3.50%	3.46%	3.50%	3.46%	11.73%	11.23%	4.79%	-4.41%
LSV	144,483,855	4.5%	4.4%	3.48%	3.45%	3.48%	3.45%	N/A	N/A	N/A	N/A
Bank of Ireland	48,070,065	1.5%	1.5%	3.35%	3.29%	3.35%	3.29%	12.99%	12.20%	N/A	N/A
Total Large Cap - Active	338,573,535	10.5%	10.2%	3.47%	3.43%	3.47%	3.43%	14.28%	13.74%	4.77%	-4.21%
MSCI EAFE - 50% Hedged				3.40%	3.40%	3.40%	3.40%	14.41%	14.41%	5.24%	-3.97%
Small Cap - Active											
Lazard	49,599,756	1.5%	1.5%	4.20%	4.14%	4.20%	4.14%	20.69%	19.82%	N/A	N/A
Wellington	48,950,084	1.5%	1.5%	3.60%	3.53%	3.60%	3.53%	13.00%	12.00%	N/A	N/A
Total Small Cap - Active	98,549,840	3.1%	2.9%	3.90%	3.83%	3.90%	3.83%	16.84%	15.90%	N/A	N/A
Citigroup Broad Market Index < \$2BN				3.90%	3.90%	3.90%	3.90%	21.33%	21.33%	N/A	N/A
TOTAL INTERNATIONAL EQUITY	486,157,617	15.1%	14.6%	3.52%	3.47%	3.52%	3.47%	13.69%	13.12%	7.05%	-2.27%
MSCI EAFE - 50% Hedged				3.40%	3.40%	3.40%	3.40%	14.41%	14.41%	5.24%	-3.97%
EMERGING MARKETS EQUITY											
Capital Guardian	123,004,675	3.8%	3.5%	7.14%	7.06%	7.14%	7.06%	35.08%	33.94%	13.63%	-0.44%
UBS	41,998,514	1.3%	1.3%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
TOTAL EMERGING MARKETS EQUITY	165,003,189	5.1%	4.8%	7.14%	7.06%	7.14%	7.06%	35.08%	33.94%	13.63%	-0.44%
MSCI Emerging Markets				7.08%	7.08%	7.08%	7.08%	34.89%	34.89%	15.20%	2.78%
DOMESTIC FIXED INCOME											
Core Bond											
Western Asset	55,105,980	1.7%	2.1%	-0.56%	-0.58%	-0.56%	-0.58%	7.47%	7.25%	4.78%	7.27%
Lehman Aggregate				-0.91%	-0.91%	-0.91%	-0.91%	6.80%	6.80%	3.15%	5.80%
Index											
Bank of ND	98,457,784	3.1%	3.2%	-1.22%	-1.22%	-1.22%	-1.22%	7.29%	7.23%	3.25%	6.01%
Bank of ND Match Loan CD Program	31,943,173	1.0%	1.0%	0.42%	0.42%	0.42%	0.42%	5.08%	5.08%	3.75%	4.58%
Total Index	130,400,957	4.0%	4.2%	-0.81%	-0.81%	-0.81%	-0.81%	6.96%	6.91%	3.27%	5.81%
Lehman Gov/Credit				-1.13%	-1.13%	-1.13%	-1.13%	7.26%	7.26%	3.56%	5.96%
Convertibles											
TCW	43,863,324	1.4%	1.5%	2.81%	2.77%	2.81%	2.77%	0.24%	-0.23%	9.81%	-2.05%
Merrill Lynch All Convertibles (3)				3.19%	3.19%	3.19%	3.19%	0.66%	0.66%	10.85%	1.00%

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	Market Value	Actual	Policy(1)	Gross		Gross	Net	Gross	Net		
BBB Average Quality											
Wells Capital (formerly Strong)	63,164,284	2.0%	2.1%	-0.48%	-0.50%	-0.48%	-0.50%	12.31%	12.04%	4.99%	6.25%
Lehman US Credit BAA				-0.74%	-0.74%	-0.74%	-0.74%	8.60%	8.60%	5.94%	5.93%
Private Debt											
Prudential	4,958,619	0.2%	0.2%	-0.84%	-0.86%	-0.84%	-0.86%	N/A	N/A	N/A	N/A
Lehman Aggregate				-0.91%	-0.91%						
Timberland											
RMK	62,054,252	1.9%	1.9%	0.00%	-0.08%	0.00%	-0.08%	15.58%	14.50%	7.48%	N/A
TIR	155,993,432	4.8%	4.8%	0.00%	-0.03%	0.00%	-0.03%	N/A	N/A	N/A	N/A
Total Timberland	218,047,684	6.8%	6.8%	0.00%	-0.04%	0.00%	-0.04%	45.20%	44.29%	3.35%	2.00%
NCREIF Timberland Index				1.22%	1.22%	1.22%	1.22%	14.07%	14.07%	3.12%	N/A
TOTAL DOMESTIC FIXED INCOME	515,540,848	16.0%	16.8%	-0.12%	-0.15%	-0.12%	-0.15%	19.65%	19.23%	5.41%	5.12%
Lehman Aggregate				-0.91%	-0.91%	-0.91%	-0.91%	6.80%	6.80%	3.15%	5.80%
HIGH YIELD BONDS											
Loomis Sayles	93,201,234	2.9%	2.9%	1.70%	1.66%	1.70%	1.66%	16.53%	15.96%	N/A	N/A
LB High Yield 2% Issuer Contstrained Index				1.58%	1.58%	1.58%	1.58%	10.83%	10.83%	N/A	N/A
Sutter/Wells Capital	91,778,526	2.8%	2.9%	1.86%	1.82%	1.86%	1.82%	10.16%	9.62%	N/A	N/A
LB High Yield 2% Issuer Contstrained Index				1.58%	1.58%	1.58%	1.58%	10.63%	10.63%	N/A	N/A
TOTAL HIGH YIELD BONDS	184,979,760	5.7%	5.8%	1.78%	1.74%	1.78%	1.74%	13.32%	12.76%	9.56%	3.37%
LB High Yield 2% Issuer Contstrained Index				1.58%	1.58%	1.58%	1.58%	10.86%	10.86%	11.22%	5.61%
INTERNATIONAL FIXED INCOME											
International Sovereign											
UBS Global	70,957,715	2.2%	2.5%	-0.63%	-0.66%	-0.63%	-0.66%	8.36%	7.92%	8.19%	6.46%
Citigroup Non-US Gov't Bond Index				-0.98%	-0.98%	-0.98%	-0.98%	7.75%	7.75%	7.90%	6.12%
International Core											
Brandywine	76,196,745	2.4%	2.5%	-0.51%	-0.55%	-0.51%	-0.55%	12.25%	11.78%	N/A	N/A
Lehman Global Aggregate (ex-US)				-0.73%	-0.73%	-0.73%	-0.73%	8.10%	8.10%	N/A	N/A
TOTAL INTERNATIONAL FIXED INCOME	147,154,460	4.6%	5.0%	-0.57%	-0.60%	-0.57%	-0.60%	10.30%	9.84%	8.41%	6.59%
Citigroup Non-US Gov't Bond Index				-0.98%	-0.98%	-0.98%	-0.98%	7.75%	7.75%	7.90%	6.12%
REAL ESTATE											
INVESCO	109,645,965	3.4%	3.4%	0.05%	0.00%	0.05%	0.00%	22.97%	22.20%	4.89%	6.10%
J.P. Morgan	110,417,172	3.4%	3.4%	1.09%	0.99%	1.09%	0.99%	20.92%	19.52%	6.55%	6.79%
TOTAL REAL ESTATE	220,063,137	6.8%	6.8%	0.57%	0.49%	0.57%	0.49%	21.86%	20.77%	5.71%	6.44%
NCREIF Total Index				1.75%	1.75%	1.75%	1.75%	18.02%	18.02%	6.67%	7.57%
ALTERNATIVE INVESTMENTS											
Brinson IVCF III	641,811			0.00%	0.00%	0.00%	0.00%	18.70%	15.66%	-0.98%	5.16%
Brinson IVCF II	90,179			0.00%	0.00%	0.00%	0.00%	4.30%	0.89%	3.39%	-11.85%
Coral Partners II	123,908			0.00%	0.00%	0.00%	0.00%	4.67%	1.13%	8.06%	-21.69%
Coral Partners V	9,031,792			0.00%	0.00%	0.00%	0.00%	-10.30%	-18.97%	-18.86%	-19.31%
Coral Partners V - Supplemental	1,103,783			0.00%	0.00%	0.00%	0.00%	-4.05%	-6.85%	-2.23%	N/A
Coral Partners VI	8,541,339			0.00%	0.00%	0.00%	0.00%	8.18%	-1.17%	N/A	N/A
Brinson 1998 Partnership Fund	2,982,591			0.00%	0.00%	0.00%	0.00%	21.52%	19.64%	-2.29%	-5.29%
Brinson 1999 Partnership Fund	4,960,599			0.00%	0.00%	0.00%	0.00%	11.04%	9.31%	-1.36%	-6.39%
Brinson 2000 Partnership Fund	10,255,773			0.00%	0.00%	0.00%	0.00%	16.78%	14.97%	-1.48%	-3.53%
Brinson 2001 Partnership Fund	6,210,611			0.00%	0.00%	0.00%	0.00%	5.66%	4.00%	0.09%	N/A
Brinson 2002 Partnership Fund	3,446,004			0.00%	0.00%	0.00%	0.00%	-2.68%	-4.22%	7.67%	N/A
Brinson 2003 Partnership Fund	745,924			0.00%	0.00%	0.00%	0.00%	3.34%	1.71%	N/A	N/A
Brinson 1999 Non-US Partnership Fund	2,845,157			0.00%	0.00%	0.00%	0.00%	34.24%	32.09%	11.06%	5.27%
Brinson 2000 Non-US Partnership Fund	3,377,691			0.00%	0.00%	0.00%	0.00%	17.47%	15.57%	8.11%	1.89%
Brinson 2001 Non-US Partnership Fund	2,818,586			0.00%	0.00%	0.00%	0.00%	10.99%	9.19%	5.12%	N/A
Brinson 2002 Non-US Partnership Fund	5,296,757			0.00%	0.00%	0.00%	0.00%	14.46%	12.60%	7.72%	N/A
Brinson 2003 Non-US Partnership Fund	1,896,476			0.00%	0.00%	0.00%	0.00%	4.23%	2.52%	N/A	N/A
Brinson 2004 Non-US Partnership Fund	607,657			0.00%	0.00%	0.00%	0.00%	2.10%	0.42%	N/A	N/A
Brinson BVCF IV	15,290,907			0.00%	0.00%	0.00%	0.00%	8.42%	6.06%	1.13%	-8.29%
Matlin Patterson Global Opportunities	16,972,468			0.00%	0.00%	0.00%	0.00%	106.53%	102.75%	N/A	N/A
Matlin Patterson Global Opportunities II	8,203,082			0.00%	0.00%	0.00%	0.00%	N/A	N/A	N/A	N/A
InvestAmerica	2,631,694			0.00%	0.00%	0.00%	0.00%	-9.99%	-18.88%	-6.88%	N/A
Hearthstone MSII	1			0.00%	0.00%	0.00%	0.00%	4687.01%	1214.92%	18.39%	13.51%
Hearthstone MSIII	15,544,218			0.00%	0.00%	0.00%	0.00%	32.58%	16.51%	N/A	N/A
TOTAL ALTERNATIVE INVESTMENTS (4)	123,619,008	3.8%	4.8%	0.00%	0.00%	0.00%	0.00%	25.01%	17.13%	2.76%	-4.64%
CASH EQUIVALENTS											
Northern Trust STIF/STEP	64,832,579	2.0%	1.5%	1.57%	1.56%	1.57%	1.56%	2.40%	2.19%	1.61%	2.59%
90 Day T-Bill				0.23%	0.23%	0.23%	0.23%	2.15%	2.15%	0.91%	2.23%
TOTAL PENSION TRUST	3,224,334,331	100.0%	100.0%	2.53%	2.50%	2.53%	2.50%	14.54%	13.72%	11.63%	3.87%
POLICY TARGET BENCHMARK				2.59%	2.59%	2.59%	2.59%	11.28%	11.28%	10.28%	2.65%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) Because each fund within the Pension Trust has a different policy allocation, the consolidated report reflects a weighted average of all of the

(2) This benchmark was changed to the MSCI EAFE (unhedged) as of December 1, 2004.

(3) Prior to January 1, 2005, the benchmark was the First Boston Convertible Index.

(4) Because of the variation in fee calculations in Alternative Investments, only net returns will be shown until June of each year when actual costs are known.